

Director of Security

1 September 1954

Chief, Inspection Staff

Inspection Staff Monthly Report - August 1954

A. PERSONNEL:

1. The following personnel were on duty with this Staff for the number of work days shown during August 1954:

25X1A9A



Investigator	21 (1 day AL)
Stenographer	5 (17 days AL)
Investigator	22
Investigator	7½ (transferred)
Admin. Asst.	22
Investigator	22
Chief/IS	11 (11 days AL)

25X1A9A

2. Mr. [] transferred to NE effective 15 August 1954.

B. INSPECTIONS AND SURVEYS:

1. At the request of the Inspector General, a survey was instituted of security practices and procedures of the U.S. Treasury's method of processing of Agency accounts. Continuing.

25X1A6B conducted 2. A special inspection concerning use of guard towers was []

3. An inspection survey is being conducted in all components of the Agency to verify the justification for unlisted telephones and to determine if secure procedures are utilized in the use of such telephones. Continuing.

4. A survey is being conducted of present air pouch procedures in Agency. Continuing.

25X1A6A 5. Supplemental inspection survey was conducted [] Report in process with recommendations.

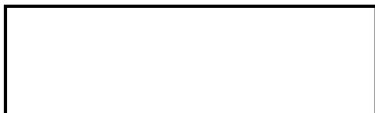
25X1A6A

C. SECURITY OFFICER BRIEFING AND COORDINATION:

1. The following Security Officers were briefed re overseas operations and responsibilities:

25X1A9A

a.
b.
c.



SECRET

25X1A6A

25X1A6A

2. Monthly reports from Security Officers, [redacted] disseminated to staffs and divisions concerned for information and action.

D. CONTINUING PROGRAMS:

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1. CIA classified contracts program.
2. Foreign Visitors Control
3. Board of Review Meetings
4. CIA Shipment [redacted]
5. Security Problems Incident to OTR External Training Program.

E. MISCELLANEOUS ACTIVITIES:

1. Completed special inquiry and established the security responsibility of classified documents lost by COMINT. Classified documents recovered. Violation recorded.

2. Investigation conducted into possible compromise of classified document by the use of open foreign mail facilities. Three persons in [redacted] charged with the security violation and corrective measures recommended to prevent future compromises.

25X1

3. Investigation conducted and facts established that an ORR employee divulged Secret information to his father-in-law. Report forwarded by AD/GO to AD/IR.

4. Preliminary inquiry made regarding proposed survey of classified document logging procedures and practices throughout Agency. Continuing.

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6. Investigation conducted concerning "alleged irregularities and [redacted]" Continuing.

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7. Investigation completed into possible compromise of revealed [redacted]

25X1

8. Recommendation made for the replacement of the SO at Station [redacted]

9. Reviewed and coordinated with SO in recommendations of proposed IO Supply Regulation.

25X1 10. Investigation conducted which resolved complaint of possible wire tapping of unlisted telephone at [redacted] Phone tester determined to be Agency cleared telephone employee.

11. Conference held with SO/COMO, L2SO/TSS and SO/LO re permitting classified contractor to engage in erecting security improvements on sensitive COMO installation.

12. Inspection Staff Budget Justification for FY 1956 prepared and forwarded to A&FS.

25X1 13. Confidential Fund [redacted] reviewed and recommendations made for additions and changes in proposed changes.

25X1 [redacted]
15. Special inquiry conducted with concurrence D/S, DD/S and WH re report of sensitive documents [redacted]

25X1

F. PROGRAM FOR NEXT MONTH: (September)

1. In addition to continuing programs and normal work load, the following inspections and surveys have been tentatively scheduled:

- a. Unlisted telephone survey. Continuing.
- b. Survey of U. S. Treasury processing of CIA accounts. Continuing.
- c. Survey of Air Pouch procedures. Continuing.

2. Because of the heavy volume of current work and the shortage of manpower due to vacation schedules, the surveys of [redacted] 25X1A6A
25X1A6A [redacted] which were proposed for August could not be accomplished. An effort will be made to schedule these surveys during the month of September.

[redacted] 25X1A9A

IS/SO/RET:JIN:ds (1 September 1956)